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UNITED STATES DISTRICT COURT EASTERN DISTRICT OF CALIFORNIA

YELLOWCAKE, INC., a California corporation,) Case No.: 1:20-CV-00988-AWI-BAM)
Plaintiff,) PLAINTIFF/COUNTERDEFENDANTS') ANSWER TO FIRST AMENDED COUNTERCLAIMS
V.) COUNTERCLAIMS
HYPHY MUSIC, INC.,) Magistrate Judge: Barbara A. McAuliffe
Defendant.))

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PLAINTIFF/COUNTERDEFENDANTS' ANSWER TO COUNTERCLAIMANT'S FIRST AMENDED COUNTERCLAIM WITH AFFIRMATIVE DEFENSES Tel: 516.328.2300 | Fax: 516.328.6638

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HYPHY MUSIC, INC., Counterclaimant. v. YELLOWCAKE, INC., COLONIZE MEDIA, INC., JOSE DAVID HERNANDEZ, AND JESUS CHAVEZ, SR., Counterdefendants.

Plaintiff/Counterdefendants Yellowcake, Inc., Colonize Media, Inc., and Jose David Hernandez ("Plaintiff/Counterdefendants") by and through their attorneys Hefner, Stark & Marois, LLP and Abrams, Fensterman, Fensterman, Eisman, Formato, Ferrara, Wolf & Carone, LLP, respond to Defendant/Counterclaimant HYPHY MUSIC, INC.'s ("Hyphy") First Amended Counterclaim ("First Amended Counterclaim" or "Counterclaim") as follows:

NATURE OF THE ACTION

Paragraph 1 of the First Amended Counterclaim does not contain any allegations or statements of fact to which a response is required. To the extent any such response is required, Plaintiff/Counterdefendants deny the remaining allegations in Paragraph 1 of the Counterclaim.

THE PARTIES

- Plaintiff/Counterdefendants lack knowledge or information to form a belief 2. as to the allegations contained in Paragraph 2 of the First Amended Counterclaim.
- Plaintiff/Counterdefendants admit to the truth of the allegations in Paragraph 3 of the First Amended Counterclaim.
- Plaintiff/Counterdefendants admit to the truth of the allegations in Paragraph 4 of the First Amended Counterclaim.

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5.	Plaintiff/Counterdefendants admit to the truth of the allegations in Paragraph
5 of the Fi	irst Amended Counterclaim.

- 6. Plaintiff/Counterdefendants lack knowledge or information to form a belief as to the allegations contained in Paragraph 6 of the First Amended Counterclaim.
- 7. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 7 of the First Amended Counterclaim.

JURISDICTION

- 9. Plaintiff/Counterdefendants admit the First Amended Counterclaim asserts claims for copyright infringement. Plaintiff/Counterdefendants state that the claims asserted in the First Amended Counterclaim speak for themselves and deny that the claims have any merit. Plaintiff/Counterdefendants deny the remaining allegations in Paragraph 9 of the First Amended Counterclaims.
- 10. The allegations in Paragraph 10 of the First Amended Counterclaim assert legal conclusions to which no response is required. Plaintiff/Counterdefendants deny the remaining allegations in Paragraph 10 of the First Amended Counterclaim.
- 11. The allegations in Paragraph 11 of the First Amended Counterclaim assert legal conclusions to which no response is required. Plaintiff/Counterdefendants deny the remaining allegations in Paragraph 11 of the First Amended Counterclaim.
- 12. The allegations in Paragraph 12 of the First Amended Counterclaim assert legal conclusions to which no response is required. Plaintiff/Counterdefendants deny the remaining allegations in Paragraph 12 of the First Amended Counterclaim.

GENERAL ALLEGATIONS

- 13. Paragraph 13 of the First Amended Counterclaim does not contain any allegations or statements of fact to which a response is required.
- 14. Plaintiff/Counterdefendants lack knowledge or information to form a belief as to the allegations contained in Paragraph 14 of the First Amended Counterclaim.
- 15. Plaintiff/Counterdefendants admit the allegations contained in Paragraph 15 of the First Amended Counterclaim.

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16.	Plaintiff/Counterdefendants deny the allegations set forth in paragraph 16 of
the First A	Amended Counterclaim.

- 17. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 17 of the First Amended Counterclaim.
- 18. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 18 of the First Amended Counterclaim.
- 19. Plaintiff/Counterdefendants deny the allegations contained in Paragraph 19 of the First Amended Counterclaim.
- 20. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 20 of the First Amended Counterclaim.
- 21. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 21 of the First Amended Counterclaim.
- 22. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 22 of the First Amended Counterclaim.
- 23. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 23 of the First Amended Counterclaim.
- 24. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 24 of the First Amended Counterclaim.
- 25. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 25 of the First Amended Counterclaim.
- 26. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 26 of the First Amended Counterclaim.
- 27. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 27 of the First Amended Counterclaim.
- 28. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 28 of the First Amended Counterclaim.
- 29. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 29 of the First Amended Counterclaim.

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30. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 30 of the First Amended Counterclaim.

AS AND FOR A RESPONSE TO THE FIRST CLAIM FOR RELIEF

Direct Infringement of Plaintiffs' Rights under 17 U.S.C. § 101 et seq. as to the Los Originales Albums (Against Counter-defendants Yellowcake and Colonize)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 31. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 30 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 32. Plaintiff/Counterdefendants admit the First Claim for Relief asserts claims under 17 U.S.C. § 501. Plaintiff/Counterdefendants state that the claims asserted in the First Claim for Relief speak for themselves and deny that the claims have any merit.
- 33. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 33 of the First Amended Counterclaim.
- 34. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 34 of the First Amended Counterclaim.
- 35. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 35 of the First Amended Counterclaim.
- 36. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 36 of the First Amended Counterclaim.
- 37. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 37 of the First Amended Counterclaim.
- 38. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 38 of the First Amended Counterclaim.
 - 39. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 39 of

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the First Amended Counterclaim.

- 40. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 40 of the First Amended Counterclaim.
- 41. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 41 of the First Amended Counterclaim.

AS AND FOR A RESPONSE TO THE SECOND CLAIM FOR RELIEF

Direct Infringement of Plaintiffs' Rights Under 17 U.S.C. § 101 et seq. as to the Los Originales Cover Art (Against Counter-defendants Yellowcake and Colonize)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 42. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 41 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 43. Plaintiff/Counterdefendants admit the Second Claim for Relief asserts claims under 17 U.S.C. § 501. Plaintiff/Counterdefendants state that the claims asserted in the Second Claim for Relief speak for themselves and deny that the claims have any merit.
- 44. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 44 of the First Amended Counterclaims.
- 45. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 45 of the First Amended Counterclaims.
- 46. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 46 of the First Amended Counterclaims.
- 47. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 47 of the First Amended Counterclaims.
- 48. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 48 of the First Amended Counterclaims.

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49.	Plaintiff/Counterdefendants deny the allegations set forth in paragraph 49 of
the First A	Amended Counterclaims.

- 50. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 50 of the First Amended Counterclaims.
- 51. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 51 of the First Amended Counterclaims.
- 52. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 52 of the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE THIRD CLAIM FOR RELIEF

Temporary, Permanent, and Injunctive Relief (Against Counter-defendants Yellowcake and Colonize)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 53. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 52 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 54. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 54 of the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE FOURTH CLAIM FOR RELIEF

Intentional Interference with Prospective Business Advantage (Against Counter-defendants Yellowcake and Colonize)

- 55. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 54 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 56. Plaintiff/Counterdefendants lack knowledge or information to form a belief as to the allegations contained in Paragraph 56 of the First Amended Counterclaim as to any relationship between Hyphy and YouTube. Plaintiff/Counterdefendants deny the

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	remaining allegations set	forth in paragraph	56 of the First	Amended	Counterclain
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- 57. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 57 of the First Amended Counterclaims.
- 58. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 58 of the First Amended Counterclaims.
- 59. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 59 of the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE FIFTH CLAIM FOR RELIEF

Intentional Interference with Contractual Relations (against Counter-defendants Hernandez, Yellowcake and Colonize)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 60. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 59 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 61. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 61 of the First Amended Counterclaims except admit that Hernandez is a principal of Colonize.
- 62. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 62 of the First Amended Counterclaims.
- 63. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 63 of the First Amended Counterclaims.
- 64. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 64 of the First Amended Counterclaims.
- 65. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 65 of the First Amended Counterclaims.
 - 66. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 66 of

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the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE SIXTH CAUSE OF ACTION

Unfair Competition Under California Business and Professions Code § 17200 (Against all Counter-defendants Yellowcake, Colonize, and Hernandez)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 67. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 66 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 68. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 68 of the First Amended Counterclaims.
- 69. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 69 of the First Amended Counterclaims.
- 70. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 70 of the First Amended Counterclaims.
- 71. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 71 of the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE SEVENTH CAUSE OF ACTION

Conversion (Against Counter-defendant Yellowcake)

Pursuant to an Order of the Court dated July 20, 2021 (Dkt. No. 42), this cause of action has been dismissed. Notwithstanding this dismissal, to the extent an answer is required, Plaintiff/Counterdefendants answer as follows:

- 72. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 71 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
 - 73. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 73 of

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- 74. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 74 of the First Amended Counterclaims.
- 75. Plaintiff/Counterdefendants deny the allegations set forth in paragraph 75 of the First Amended Counterclaims.

AS AND FOR A RESPONSE TO THE EIGHTH CAUSE OF ACTION

Breach of Oral Contract

(Against Counter-defendant Jesus Chavez Sr.)

- 76. Plaintiff/Counterdefendants repeat, re-allege and incorporate by reference in this paragraph the preceding responses to Paragraphs 1 through 75 of the First Amended Counterclaim and incorporate them by reference as though set forth fully herein.
- 77. Plaintiff/Counterdefendants deny the allegations contained in Paragraph 77 of the First Amended Counterclaim.
- 78. Plaintiff/Counterdefendants deny the allegations contained in Paragraph 78 of the First Amended Counterclaim.
- 79. Plaintiff/Counterdefendants deny the allegations contained in Paragraph 79 of the First Amended Counterclaim.
- 80. Plaintiff/Counterdefendants deny the allegations contained in Paragraph 79 of the First Amended Counterclaim.

AFFIRMATIVE DEFENSES

AS AND FOR A FIRST AFFIRMATIVE DEFENSE

81. The First Amended Counterclaim fails to state a counterclaim upon which relief may be granted.

AS AND FOR A SECOND AFFIRMATIVE DEFENSE

82. The counterclaims in the First Amended Counterclaim are barred in whole or in part by the applicable statute of limitations in 17 U.S.C. § 507(b).

AS AND FOR A THIRD AFFIRMATIVE DEFENSE

83. The counterclaims in the First Amended Counterclaim are barred in whole

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or in part by implied license or contract.

AS AND FOR A FOURTH AFFIRMATIVE DEFENSE

84. The counterclaims in the First Amended Counterclaim are barred in whole or in part by the doctrine of "fair use."

AS AND FOR A FIFTH AFFIRMATIVE DEFENSE

85. The counterclaims in the First Amended Counterclaim are barred in whole or in part by the doctrines of equitable estoppel, consent, and/or waiver.

AS AND FOR A SIXTH AFFIRMATIVE DEFENSE

86. The counterclaims in the First Amended Counterclaim are barred in whole or in part by the doctrine of copyright misuse.

AS AND FOR AN EIGHTH AFFIRMATIVE DEFENSE

87. The common law counterclaims in the First Amended Counterclaim are preempted by federal law.

AS AND FOR A NINTH AFFIRMATIVE DEFENSE

88. The counterclaims in the First Amended Counterclaim are barred by the doctrine of unclean hands.

AS AND FOR A TENTH AFFIRMATIVE DEFENSE

89. The counterclaims in the First Amended Counterclaim re barred by the Statute of Frauds.

AS AND FOR AN ELEVENTH AFFIRMATIVE DEFENSE

90. The counterclaims in the First Amended Counterclaim are barred by documentary evidence.

AS AND FOR A TWELFTH AFFIRMATIVE DEFENSE

91. Counterclaimant failed to follow the notice procedures required by 17 U.S.C. § 512 et seq.

AS AND FOR A THIRTEENTH AFFIRMATIVE DEFENSE

92. Counterclaimant lacks standing to bring this action.

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93. Plaintiff/Counterdefendants' investigation into the claims asserted in the First Amended Complaint are ongoing. Plaintiff/Counterdefendants reserve all defenses available under the Federal Rules of Civil Procedure and the Copyright Act and all other applicable law and at equity that may now exist or in the future become available based upon discovery.

WHEREFORE, Plaintiff/Counterdefendants respectfully request that this Court:

- Counterclaimant 1) Enter judgment against and favor of in Plaintiff/Counterdefendants on all counterclaims asserted in the First Amended Counterclaim;
 - 2) Dismiss the First Amended Counterclaim with prejudice;
- Award Plaintiff/Counterdefendants their reasonable attorneys' fees and costs in accordance with 17 U.S.C. § 505 and any other applicable law; and
- 4) Award Plaintiff/Counterdefendants such further relief as the Court may deem just and proper.

Dated: August 17, 2021

ABRAMS, FENSTERMAN, FENSTERMAN, EISMAN, FORMATO, FERRARA, WOLF & CARONE, LLP

By:

Seth L. Berman, Esq. (admitted pro hac vice)

And

HEFNER, STARK & MAROIS, LLP Thomas P. Griffin, Jr., Esq. (SBN 155133)

Attorneys for Plaintiff/Counterdefendants Yellowcake, Colonize Media, Inc., and Jose David Hernandez